



TREASURER-TAX COLLECTOR

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TREASURER-TAX COLLECTOR

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September 2005

Dear T. Rowe Price Plan Participant:

We are pleased to announce exciting changes in the County of San Diego Deferred Compensation Program. We have recently revised our service agreement with T. Rowe Price resulting in the following improvements to the plan:

- **Participant recordkeeping fees have been eliminated**

Effective July 1, 2005, participant recordkeeping fees were eliminated from the accounts at T. Rowe Price plan. The fees of \$20 for the 457 plan and \$25 for the 401(a) plan will no longer be deducted from your plan account.

- **Changes to the investment fund line-up**

In order to make it easier for you to select appropriate investments, we have consolidated the investment fund line-up from 49 funds to 26 funds. The new T. Rowe Price investment line-up will be effective on October 1, 2005. The purpose of the fund consolidation is to:

- Eliminate fund overlap and underutilized funds;
- Reduce confusion and make it easier for participants to make investment decisions;
- Follow best practices in the industry; and
- Streamline the investment review and oversight process

The **enclosed chart** illustrates the changes that will be made to the T. Rowe Price investment line-up. The most notable changes are:

- The T. Rowe Price Retirement Funds will replace the Personal Strategy Funds. The Retirement Funds allow you to save for retirement in one simple step. Each fund is professionally managed and offers a diversified portfolio of mutual funds. You choose the fund that corresponds with a target retirement date (assumed to be age 65), and that fund will automatically adjust as its target date nears. Please see the enclosed brochure for more information on the Retirement Funds.
- The T. Rowe Price Equity Index Trust will be added. This trust seeks long-term growth. To the extent practical, it invests in the 500 stocks that make up the S&P 500® Index. This trust may be more volatile than a fund that can move in and out of the stock market in reaction to market conditions.
- The T. Rowe Price Stable Value Fund will be added. This trust seeks to preserve your principal investment and offers competitive income consistent with other investment options that focus on the preservation of principal. It invests in investment contracts issued by high-quality insurance companies and financial institutions as internally rated by T. Rowe Price Associates, Inc.

IMPORTANT INFORMATION ABOUT CHANGES TO YOUR INVESTMENT SELECTIONS

- **Investment options closing on September 30, 2005**

Several investment options are being eliminated from the T. Rowe Price investment line-up. The **enclosed chart** shows the funds that will be closing to new investments on September 30, 2005, and will be removed from the plan (noted as "Closing September 30, 2005" with an asterisk (*) in the orange column). If you have a balance or contributions directed toward any of these investment options as of **4 p.m. Eastern time on September 30, 2005**, they will *automatically* be mapped according to the **enclosed chart**. *If you do not want your account balances to be mapped through this process, please contact T. Rowe Price before September 30, 2005 to designate your fund selection(s).*

- **Making changes to your account**

To make changes to your account, call the T. Rowe Price **Plan Account Line** anytime at **1-800-922-9945**. Press or say your Social Security number and four-digit personal identification number (PIN), then just speak your request. For example, say:

- "I'd like to make a change to my account."
- "I'd like a prospectus."
- "Can I hear a market update?"

To access the touch-tone system, say "keypad." You may also get investment information or make changes to your account through the T. Rowe Price *my*RetirementPlan Web site at **rps.troweprice.com**.

- **Types of investment changes**

There are two types of investment changes you can make in your account:

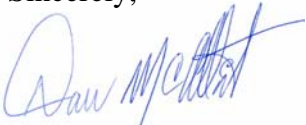
- An **exchange** is when you move existing balances among investment options.
- A **mix change** is when you change the way future contributions will be invested.

- **New Fund Line-Up Seminars**

On September 7 & 8, 2005, a representative from T. Rowe Price will be in San Diego at different locations throughout the County to answer questions about changes in the investment fund line-up and general investment strategies. Information on dates, times and locations is now available on the Treasurer-Tax Collector website at **www.sdtreastax.com**.

If you have any questions, please feel free to contact the Deferred Compensation Division at (619) 531-5454 or T. Rowe Price directly at 1-800-922-9945.

Sincerely,



Dan McAllister
County of San Diego
Treasurer-Tax Collector

T. Rowe Price Fund Line-Up Changes

October 1, 2005

Fund Style			
Large Cap Value	Existing Fund Line-Up 49 Funds		
	Equity Income Fund Value Fund*	mapping to	New Fund Line-Up 26 Funds
		→	Equity Income Fund
Large Cap Blend	Equity Index 500* Dividend Growth Fund* Total Equity Market Index*	→	Equity Index Trust ¹
	Spectrum Growth Fund	→	Spectrum Growth Fund
Large Cap Growth	Blue Chip Growth Fund New America Growth Fund* Growth Stock Fund*	→	Blue Chip Growth Fund
Mid Cap Value	Mid Cap Value	→	Mid Cap Value
Mid Cap Blend	Extended Equity Market Index	→	Extended Equity Market Index
Mid Cap Growth	Mid Cap Growth Fund	→	Mid Cap Growth Fund
Small Cap Value	Small Cap Value	→	Small Cap Value
Small Cap Blend	Small Cap Stock	→	Small Cap Stock
Small Cap Growth	New Horizons Developing Technologies*	→	New Horizons
Balanced	Personal Strategy Funds*	→	Retirement Date Funds (2005, 2010, 2015, 2020, 2025, 2030, 2035, 2040, 2045)
	Balanced Fund*	→	Retirement 2005 Fund
	Personal Strategy Balanced Fund*	→	Retirement 2005 Fund
	Personal Strategy Income Fund*	→	Retirement Income Fund
	Personal Strategy Growth Fund*	→	Retirement 2020 Fund
	Capital Appreciation Fund	→	Capital Appreciation Fund
Stable Value	Prime Reserve Fund* U.S. Treasury Money Fund* Short Term Bond Fund*	→	Stable Value Fund ²
Fixed Income	High Yield Fund	→	High Yield Fund
	Spectrum Income Fund GNMA Fund* U.S. Treasury Long Term Fund* U.S. Treasury Intermediate Fund* U.S. Bond Index Fund* International Bond Fund*	→	Spectrum Income Fund
	Emerging Markets Bond Fund	→	Emerging Markets Bond Fund
	International Growth & Income	→	International Growth & Income
	Spectrum International Fund European Stock Fund* International Equity Index* Global Stock Fund*	→	Spectrum International Fund
Foreign	Global Technology Fund*	→	Science & Technology Fund
	Emerging Markets Stock Fund New Asia Fund* Latin America Fund* Emerging Europe & Mediterranean*	→	Emerging Markets Stock Fund
	International Stock Fund	→	International Stock Fund
	Science & Technology Fund	→	Science & Technology Fund
	Financial Services Fund	→	Financial Services Fund
	Real Estate Fund	→	Real Estate Fund
Sector	Health Sciences Fund	→	Health Sciences Fund
	Media & Telecommunications Fund	→	Media & Telecommunications
	New Era Fund	→	New Era Fund

* Closing September 30, 2005

¹ The T. Rowe Price Equity Index Trust is not a mutual fund. It is a common trust fund established by the T. Rowe Price Trust Company under Maryland banking law, and its units are exempt from registration under the Securities Act of 1933. Investments in the trust are not deposits or obligations of, or guaranteed by, the U.S. government or its agencies or the T. Rowe Price Trust Company and are subject to investment risks, including possible loss of principal.

² The T. Rowe Price Stable Value Fund is not a mutual fund. It is a common trust fund established by the T. Rowe Price Trust Company under Maryland banking law, and its units are exempt from registration under the Securities Act of 1933. Investments in the trust are not deposits or obligations of, or insured or guaranteed by, the U.S. government or its agencies or the T. Rowe Price Trust Company. Although the trust seeks to preserve the value of your investment at \$1.00 per unit, it is possible to lose money by investing in the trust.